

**FINAL REPORT  
OF ACCION GROUP, INC.  
INDEPENDENT MONITOR  
IN THE  
TRACK B SOLICITATION**

**Attachment No. 2**

**INDEPENDENT MONITOR'S  
PRELIMINARY FINAL REPORT  
ON  
ARIZONA PUBLIC SERVICE COMPANY**

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In Decision No. 65743, the Arizona Corporation Commission (ACC) directed that within three days of Arizona Public Service Company (APS) selecting winning bids, the Independent Monitor must submit a status report on the solicitation process employed. On May 12, 2003, APS completed the Track B Solicitation. APS executed contracts with:

- Pinnacle West Energy for 1,700 MW during July through September 2003, and during June through September 2004, 2005, and 2006.
- PPL Energy Plus, LLC for 112 MW during July through September 2003, and for 150 MW during June through September 2004 and 2005.
- Panda Gila River LP for 450 MW during October 2003 and 2004, and during May 2004 and 2005; and 225 MW during November 2003 through April 2004; and 225 MW during November 2004 through April 2005.

The Independent Monitor believes the solicitation process employed by APS provided an open and fair solicitation, and the solicitation was conducted according to the solicitation process. From the Monitor's observations, APS conducted the solicitation, including the evaluation of bids, without bias towards or against any bidder.

The detailed Final Report of the Independent Monitor on the APS Track B Solicitation will be filed within two weeks, as required by Decision No. 65743.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Harold T. Guro". The signature is fluid and cursive, with the first name "Harold" being more legible than the last name "Guro".

Accion Group, Inc.  
Independent Monitor to the ACC

May 15, 2003